

# FISCAL NOTE

## SB 26

February 5, 2003

**SUMMARY OF BILL:** Exempts individuals performing the entirety of their work for charitable 501(c)3 organizations from having to pay a professional privilege tax in conjunction with maintaining a professional license.

### ESTIMATED FISCAL IMPACT:

**Decrease State Revenues - Exceeds \$100,000 Recurring**  
**Increase State Expenditures - \$3,400 One-Time**

Estimate assumes:

- FY 02-03 professional privilege tax collections of \$49,892,400.
- 3% growth in tax collections from FY 02-03 to FY 03-04.
- Eligible charities employ .2% of the individuals subject to the professional privilege tax.
- The decrease in revenues is calculated as  $\$49,892,400 \times 1.03 \times .002 = \$102,778.34$
- The Department of Revenue will have administrative costs associated with the change estimated at \$3,400.

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director